SENATE BILL 413

D1, C8 SB 125/08 – JPR & EHE

By: Senators Brochin, Madaleno, and Raskin

Introduced and read first time: February 1, 2012

Assigned to: Judicial Proceedings and Education, Health, and Environmental Affairs

A BILL ENTITLED

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l	AN	\mathbf{ACT}	concerning
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Courts – Service of Process – Increase in Sheriff's Fees – Distribution to Rental Allowance Program Fund

4 FOR the purpose of increasing certain fees for service of process of certain papers by a 5 sheriff; requiring that a certain amount of the fees be distributed to a certain 6 fund established for the Rental Allowance Program of the Department of 7 Housing and Community Development; establishing the Rental Allowance 8 Program Fund; providing for the purpose of the Fund; requiring the 9 Department to administer the Fund; specifying that the State Treasurer shall hold the Fund separately and the State Comptroller shall account for the Fund; 10 specifying that the Fund is a special, nonlapsing fund; providing for the 11 12 composition of the Fund; specifying that certain earnings shall be paid into the 13 Fund; specifying that certain proceeds shall be invested and reinvested in a 14 certain manner; providing that the money in the Fund may be used only for certain purposes; defining a certain term; and generally relating to the Rental 15 16 Allowance Program Fund in the Department of Housing and Community 17 Development.

- 18 BY repealing and reenacting, with amendments,
- 19 Article Courts and Judicial Proceedings
- 20 Section 7–402
- 21 Annotated Code of Maryland
- 22 (2006 Replacement Volume and 2011 Supplement)
- 23 BY repealing and reenacting, with amendments,
- 24 Article Housing and Community Development
- 25 Section 4–1401
- 26 Annotated Code of Maryland
- 27 (2006 Volume and 2011 Supplement)
- 28 BY repealing and reenacting, without amendments,

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



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1 2 3 4	Article – Housing and Community Development Section 4–1403 Annotated Code of Maryland (2006 Volume and 2011 Supplement)
5 6 7 8 9	BY adding to Article – Housing and Community Development Section 4–1407 Annotated Code of Maryland (2006 Volume and 2011 Supplement)
10 11	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:
12	Article - Courts and Judicial Proceedings
13	7-402.
14 15	(a) Except as provided in subsections (b) and (e) of this section, a sheriff shall collect the following fees:
16	(1) \$5 for service of summary ejectment papers.
17 18	(2) [\$40] \$50 for service of a paper not including an execution or attachment.
19 20	(3) [\$40] \$50 for service including an execution or attachment by taking into custody a person or seizing real or personal property.
21 22 23	(4) [\$40] \$50 for service of process papers arising out of administrative agency proceedings where the party requesting the service is a nongovernmental entity.
24 25 26 27	(5) For the sale following the execution or attachment of personal property: Three percent of the first \$5,000; two percent of the second \$5,000; and one percent of any amount in excess of \$10,000. The sheriff shall collect a minimum of \$15 and a maximum of \$500 under the provisions of this paragraph.
28 29 30 31	(6) For the sale following the execution or attachment of real property: One and one—half percent of the first \$5,000; one percent of the second \$5,000; and one—half of one percent of any amount in excess of \$10,000. The sheriff shall collect a minimum of \$1.50 and a maximum of \$250 under the provisions of this paragraph.
32	(7) [\$60] \$70 for service of a paper originating from a foreign court.

For service including an execution or attachment by taking into

custody a person or seizing real or personal property, a sheriff may collect the amount

- specified in a cooperative agreement with the Child Support Enforcement Administration under § 10–111 of the Family Law Article.
- 3 (2) As part of the costs awarded to a party under § 12–103 of the 4 Family Law Article, a court may not award an amount greater than the amount 5 specified in subsection (a) of this section for the cost of service including an execution 6 or attachment by taking into custody a person or seizing real or personal property.
- 7 (c) (1) If the sheriff incurs expenses for the purpose of conserving or 8 protecting the seized property, the sheriff shall be reimbursed for the expense.
- 9 (2) If the Sheriff of Washington County incurs expenses for seizing 10 property, the Sheriff shall be reimbursed by the judgment debtor for reasonable 11 expenses.
- 12 (d) (1) Except as provided in paragraph (2) of this subsection, if the sheriff 13 is unable to serve a paper, 50% of the fee shall be refunded to the party requesting the 14 service.
- 15 (2) If the sheriff is unable to serve summary ejectment papers, the full fee shall be refunded to the party requesting the service.
- 17 (e) A sheriff may not collect a fee for the service of:
- 18 (1) A paper from a housing authority created under Division II of the 19 Housing and Community Development Article; or
- 20 (2) A summons for a law enforcement officer to appear as a witness in 21 a criminal case.
- (F) OF EACH FEE COLLECTED UNDER SUBSECTION (A)(2), (3), (4), AND (7) OF THIS SECTION \$10 SHALL BE DISTRIBUTED TO THE FUND ESTABLISHED UNDER § 4–1407 OF THE HOUSING AND COMMUNITY DEVELOPMENT ARTICLE AND USED TO FUND THE RENTAL ALLOWANCE PROGRAM ESTABLISHED UNDER § 4–1403 OF THE HOUSING AND COMMUNITY DEVELOPMENT ARTICLE.
- 27 Article Housing and Community Development
- 28 4–1401.
- 29 (A) In this subtitle[,] THE FOLLOWING WORDS HAVE THE MEANINGS 30 INDICATED.
- 31 (B) "FUND" MEANS THE RENTAL ALLOWANCE PROGRAM FUND 32 ESTABLISHED UNDER § 4–1407 OF THIS SUBTITLE.

- 1 **(C)** "Programs" mean rental assistance programs other than the Rental Allowance Program established under § 4–1403 of this subtitle.

 3 4–1403.
- 4 (a) The Department shall administer the Rental Allowance Program to assist 5 low-income households that are homeless or at risk of being homeless by providing 6 housing assistance payments to or on behalf of eligible households.
- 7 (b) The Secretary shall establish:
- 8 (1) income limits for eligibility of low–income households not 9 exceeding 30% of the State or area median income, whichever is higher; and
- 10 (2) minimum standards for eligible dwelling units.
- 11 (c) The Secretary shall establish the amount of payments made through the 12 Rental Allowance Program, taking into account factors identified in § 4–1405(d) of this 13 subtitle.
- 14 (d) Eligible uses of payments may include rent, security deposits, utilities, 15 and other housing-related expenses.
- 16 (e) The Department may administer the Rental Allowance Program by 17 providing monthly housing assistance payments to or on behalf of eligible households 18 directly or through political subdivisions, their local housing agencies or departments, 19 or nonprofit organizations.
- 20 (f) Funds appropriated to serve low-income households through the Rental 21 Allowance Program may not be used for other programs authorized under this 22 subtitle.
- 23 (g) The Department may adopt regulations to carry out the Rental Allowance 24 Program, including time frames for assistance and other criteria the Secretary 25 considers appropriate.
- 26 **4–1407**.
- 27 (A) THERE IS A RENTAL ALLOWANCE PROGRAM FUND.
- 28 (B) THE PURPOSE OF THE FUND IS TO PROVIDE MONEY TO CARRY OUT 29 THE RENTAL ALLOWANCE PROGRAM ESTABLISHED UNDER § 4–1403 OF THIS 30 SUBTITLE.
- 31 (C) (1) THE DEPARTMENT SHALL ADMINISTER THE FUND.

1 2	(2) THE STATE TREASURER SHALL HOLD THE FUND AND THE COMPTROLLER SHALL ACCOUNT FOR THE FUND.
3 4 5	(d) The Fund is a special, nonlapsing fund that is not subject to reversion under § 7–302 of the State Finance and Procurement Article.
6	(E) (1) THE FUND CONSISTS OF:
7 8	(I) MONEY APPROPRIATED IN THE STATE BUDGET FOR THE PROGRAM;
9 10	(II) MONEY REQUIRED TO BE DISTRIBUTED TO THE FUND UNDER § 7–402(F) OF THE COURTS ARTICLE; AND
11 12	(III) ANY OTHER MONEY ACCEPTED FOR THE BENEFIT OF THE FUND FROM ANY OTHER SOURCE.
13 14	(2) ANY INVESTMENT EARNINGS OF THE FUND SHALL BE PAID INTO THE FUND.
15 16	(F) THE PROCEEDS OF THE FUND SHALL BE INVESTED AND REINVESTED IN THE SAME MANNER AS OTHER STATE MONEY MAY BE INVESTED.
17	(G) MONEY IN THE FUND MAY BE SPENT ONLY:
18	(1) TO CARRY OUT THE PURPOSES OF THIS SUBTITLE; AND
19 20	(2) IN ACCORDANCE WITH AN APPROPRIATION APPROVED BY THE GENERAL ASSEMBLY IN THE STATE BUDGET.
21	SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect

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October 1, 2012.